

CONFIDENCE CEMENT LIMITED




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Statement of Financial Position (Un-audited)

As at 30 September 2018

	Note(s)	As at 30 Sept 2018 (Un-audited) Taka	As at 30 June 2018 (Audited) Taka
ASSETS			
Non - current assets			
Property, plant and equipment	4	4,114,565,371	4,155,322,547
Capital work in progress	5	81,212,971	90,948,685
Investments	6	88,716,240	101,031,513
Investment in associates	7	791,561,310	670,268,537
Total non-current assets		5,076,055,892	5,017,571,282
Current assets:			
Inventories	8	720,882,640	756,294,567
Trade receivables	9	899,406,522	1,022,013,946
Advances, deposits and pre-payments	10	1,150,296,077	1,025,494,236
Other receivables	11	54,898,545	80,017,915
Short term investment	12	250,000,000	250,000,000
Cash and cash equivalents	13	144,125,026	49,425,599
Total current assets		3,219,608,810	3,183,246,263
Total Assets		8,295,664,702	8,200,817,545
EQUITY AND LIABILITIES			
Equity			
Share capital	14	539,922,240	539,922,240
Share premium		658,089,549	658,089,549
General reserve	15.01	371,862,754	371,862,754
Revaluation reserve	15.02	527,715,242	537,636,210
Retained earnings		2,106,879,442	1,995,828,285
Total equity		4,204,469,227	4,103,339,038
Non-current liabilities			
Long term loan	16	1,273,096,297	89,641,795
Defined benefit obligations (gratuity)	17	69,446,074	64,086,475
Deferred tax liability	18	209,597,823	209,785,503
Total Non-current liabilities		1,552,140,194	363,513,773
Current liabilities			
Trade payables	19	401,773,592	478,082,235
Short term loans	20	1,957,959,757	3,069,653,003
Provision for WPPF and welfare fund	21	-	-
Current tax liability	22	66,547,610	60,237,568
Other liabilities	23	112,774,322	125,991,928
Total current liabilities		2,539,055,281	3,733,964,734
Total equity and liabilities		8,295,664,702	8,200,817,545
Net Assets Value per Share (NAV)		77.87	76.00

The accompanying notes from 1 to 32 from an integral part of these financial statements


Chairman


Vice Chairman


Managing Director


Chief Financial Officer


Company Secretary

CONFIDENCE CEMENT LIMITED

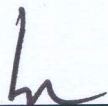



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Statement of Profit or Loss Other Comprehensive Income (un-Audited) For the First Quarter ended 30 September 2018

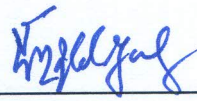
	Note(s)	July-September 2018 Taka	July-September 2017 Taka
Revenue	24	1,042,938,307	732,791,843
Cost of goods sold	25	(957,825,424)	(659,662,633)
Gross Profit		85,112,883	73,129,210
Operating expenses			
Administrative	26	(25,022,880)	(25,472,033)
Selling and distribution	27	(20,027,721)	(51,035,666)
Other operating income	28	1,867,013	917,431
Profit/(loss) from operating activities		41,929,295	(2,461,058)
Finance cost	29	(59,657,280)	(18,113,767)
Finance income	30	2,902,562	2,045,181
Profit/(loss) before Workers' profit participation fund		(14,825,423)	(18,529,644)
Contribution to workers' profit participation fund		-	-
Profit/(loss) after Workers' profit participation fund		(14,825,423)	(18,529,644)
Non-operating income/(loss)	31	785,201	24,648,975
Share of profit/(loss) of associates (net of tax)	32	121,292,773	64,978,971
Profit before income tax		107,252,551	71,098,302
Provision for income tax:			
-Current tax	21	(6,310,042)	(4,442,472)
-Deferred tax	16	(3,119,310)	447,139
Profit after income tax		97,823,199	67,102,969
Total Comprehensive Income		97,823,199	67,102,969
Earning Per share (EPS)		1.81	1.49

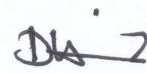
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Company Secretary



Statement of changes in Equity (Un-Audited)
For the period ended 30 September 2018

	Share capital paid up <u>Taka</u>	Share premium realised <u>Taka</u>	General and other reserves <u>Taka</u>	Revaluation surplus <u>Taka</u>	Retained earnings <u>Taka</u>	Total <u>Taka</u>
Balances as on 1 July,2017	449,935,200	658,089,549	371,862,754	577,705,317	1,726,156,151	3,783,748,971
Profit after tax during the period	-	-	-	-	67,102,969	67,102,969
Adjustments for depreciation on revalued assets	-	-	-	(13,608,105)	13,608,105	-
Deffered tax adjustment on revaluation surplus	-	-	-	3,402,027	-	3,402,027
Balances as at 30 Sep ,2017	449,935,200	658,089,549	371,862,754	567,499,239	1,806,867,225	3,854,253,967
Balances as on 1 July,2018	539,922,240	658,089,549	371,862,754	537,636,210	1,995,828,285	4,103,339,038
Profit after tax during the period	-	-	-	-	97,823,199	97,823,199
Adjustments for depreciation on revalued assets	-	-	-	(13,227,958)	13,227,958	-
Deffered tax adjustment on revaluation surplus	-	-	-	3,306,990	-	3,306,990
Balances as at 30 Sep, 2018	539,922,240	658,089,549	371,862,754	527,715,242	2,106,879,442	4,204,469,227

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Managing Director

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Company Secretary



**Statement of Cash Flows (Un-audited)
For the period ended 30 September 2018**

	July- Sep (Un-audited) 2018 Taka	July- Sep (un-audited) 2017 Taka
a. Cash flows from operating activities		
Receipts from customers	1,165,545,731	668,681,143
Payment of suppliers, employees & others	(1,088,837,649)	(1,028,615,543)
Cash generated from operations	76,708,082	(359,934,400)
Receipts from other income	2,072,111	24,648,975
Net cash generated by operating activities	78,780,193	(335,285,425)
b. Cash flows from investing activities		
Acquisition of fixed assets	(403,199)	(630,861)
(Increase)/Decrease in capital work in progress	(15,213,462)	(45,451,334)
(Increase)/Decrease in investments	16,886,449	(13,220,154)
(Increase)/Decrease in short term investments	-	52,124,000
Net cash (used in)/generated by investing activities	1,269,788	(7,178,349)
c. Cash flows financing activities		
Long term loans (repaid)/increased	1,183,454,502	(4,149,813)
Short term loans -Overdraft(repaid)/increased	(1,111,693,247)	(453,639,702)
Payment for financial expenses (net)	(56,754,718)	(16,068,586)
Dividend Paid	(357,091)	(137,733)
Net cash (used in)/generated by financing activities	14,649,446	(473,995,834)
d. Net increase/(decrease) in cash and cash equivalents (a+b+c)	94,699,427	(816,459,608)
e. Opening cash and cash equivalents	49,425,599	863,557,551
f. Closing cash and cash equivalents (d+e)	144,125,026	47,097,943
Net operating cash flow per share	1.46	(7.45)


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Managing Director


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Company Secretary

Confidence Cement Limited

Notes to the Financial Statements

As at and for the first quarter ended 30 September 2018

1.00 THE REPORTING ENTITY

1.01 Company's Profile

The Company was incorporated as a Public Limited Company on 02 May, 1991. The company is listed with Dhaka Stock Exchange and Chittagong Stock Exchange as a publicly quoted company.

1.02 Company's Registered Office

The registered office of the company is situated at Confidence Heights, Plot-1, Lane-1, Road-2, Block-L, Haliashahar H/E, Agrabad Access Road, Chittagong.

1.03 Nature of Activities

The Principal activities of the company are carrying on business as manufacturer of and dealers in cement and allied materials of all kinds and varieties whatsoever.

1.04 Description of Associates

i) Confidence Power Limited

Confidence Power Limited was incorporated in Bangladesh on 23 July 2000 as a Private Limited Company. The principal activities of the Company are carrying out the business as manufacturer and seller of Spun Prestressed Concrete (SPC) Pole, Prestressed Concrete (PC) and Prestressed Concrete Railway Sleeper, Prefabricated Construction Materials of the country. Confidence Cement Limited holds 25% of ordinary shares in Confidence Power Limited.

ii) Confidence Electric Limited

Confidence Electric Limited was incorporated in Bangladesh on 11 February 2010 as a Private Limited Company. The principal activities of the Company are manufacturing and assembling of Electronic and Electrical goods. Confidence Cement Limited holds 49% of ordinary shares in Confidence Electric Limited.

2.00 BASIS OF PREPARATION, PRESENTATION AND DISCLOSURES OF FINANCIAL STATEMENTS

2.01 Statement of Compliance

The Financial Statements have been prepared on a going concern basis following accrual basis of accounting except for Cash Flow Statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) and interpretations of BFRSs and BASs.

3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.01 Depreciation

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other property, plant and equipment, depreciation is recognized in statement of profit or loss and other comprehensive income on straight line method over the estimated useful lives of property, plant and equipment.

Depreciation is charged on addition from the month (date of service) of acquisition/addition and no depreciation is charged in the month of disposal. The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. The depreciation charge for each period is recognized as an expense unless it is included in the carrying amount of another asset.

The principal annual rates are as follows:

Category of assets

Building & other Construction
Plant and Machinery
Furniture, Fixtures and Equipment's
Vehicles

Rates of depreciation

2.5% - 10%
5% - 15%
5% - 30%
10%-20%

Depreciation methods, useful lives and residual values are reassessed at the reporting dates.

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to statement of profit or loss and other comprehensive income.

3.02 Capital Work-In-Progress

Property, Plant and Equipment under construction/acquisition is accounted for as capital work-in-progress until construction/acquisition is completed and measured at cost.

3.03 Inventories

Nature of inventories

Inventories comprise Raw Materials (Clinker, Gypsum, Lime Stone, Fly Ash), Packing Materials, Consumable Stores etc.

Valuation of the inventories

Category

Raw materials
Work-in-process
Stores & spares

Basis of valuation

At cost or net realizable value whichever is lower
At cost
Based on Weighted average cost method

3.04 General

- i) Whenever considered necessary, prior period's figures and phrases have been rearranged to confirm to this period's presentation
- ii) The amounts in these financial statements have been rounded off to the nearest Taka
- iii) Bracket figures denote negative.

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		As at 30 Sept 2018 (Un-audited) Taka	As at 30 June 2018 (Audited) Taka
6.00 Investments	Notes		
Investment in quoted shares	6.01	1,999,478	18,296,001
Investment in unquoted shares	6.02	26,894,450	21,894,450
Other investments	6.03	59,822,312	60,841,062
		88,716,240	101,031,513
6.01 Investments in quoted shares			
Opening balance		18,296,001	279,302,876
Add /(less) : Purchase/(sales) during the year		(16,886,449)	(296,927,129)
Add /(less) : Changes in fair value of tradeable securities		9,823	(1,611,295)
Add : Profit realised on tradeable securities		580,103	37,531,549
		1,999,478	18,296,001
6.02 Investment in unquoted shares			
Asian Paints (BD) Limited		18,325,000	18,325,000
New Vision Information Technology Limited		2,000,000	2,000,000
Central Depository Bangladesh Limited		1,569,450	1,569,450
		21,894,450	21,894,450
6.03 Other investment			
CBC-Confidence Cement Convention Centre		60,841,062	65,197,200
Less : Profit portion of rent received during the year		-	(300,000)
Less : Amortization during the year		(1,018,750)	(4,056,138)
		59,822,312	60,841,062

- (i) An agreement signed with Bangladesh Navy dated on 09 March 2011 for construction of Convention Centre named as CBC-Confidence Cement Convention Centre at Chittagong Boat Club on BOT (Build, operate and transfer) basis for 20 (Twenty) years with effect from 01 July 2013.

		As at 30 Sept 2018 (Un-audited) Taka	As at 30 June 2018 (Audited) Taka
7.00 Investment in associates	Notes		
Confidence Electric Limited	7.01	505,922,950	413,216,233
Confidence Power Limited	7.02	259,617,139	239,099,487
Confidence Batteries Limited	7.03	26,021,222	17,952,817
		791,561,310	670,268,537
7.01 Confidence Electric Limited			
Movement of investment in associates			
Investment in equity share		2,205,000	7,350,000
Equity shares transferred to Confidence Batteries Limited		-	(5,145,000)
Share of profit/(loss)			
Opening balance		411,011,233	70,984,407
Share of profit/(loss) for the year	32.01	92,706,717	340,026,826
		503,717,950	411,011,233
		505,922,950	413,216,233

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